

## Rep. Michael J. Madigan

## Filed: 3/6/2013

	09800HB1154ham006 LRB098 08482 EFG 42213 a							
1	AMENDMENT TO HOUSE BILL 1154							
2	AMENDMENT NO Amend House Bill 1154, AS AMENDED, by							
3	inserting after the end of Section 1 the following:							
4	"Section 5. The Illinois Pension Code is amended by adding							
5	Sections 2-105.1, 2-105.2, 2-119.2, 14-103.40, 14-103.41,							
6	14-114.1, 15-107.1, 15-107.2, 15-135.5, 16-106.4, 16-106.5,							
7	and 16-133.6 as follows:							
8	(40 ILCS 5/2-105.1 new)							
9	Sec. 2-105.1. Tier I participant. "Tier I participant": A							
10	participant who first became a participant before January 1,							
11	<u>2011.</u>							
12	(40 ILCS 5/2-105.2 new)							
13	Sec. 2-105.2. Tier I retiree. "Tier I retiree": a former							
14	Tier I participant who is receiving a retirement annuity.							

- 1 (40 ILCS 5/2-119.2 new)
- 2 Sec. 2-119.2. Suspension of Tier I annual increases.
- 3 Notwithstanding any other provision of this Article, no
- 4 automatic annual increase in annuity shall be granted on or
- 5 after the effective date of this Section and before January 1,
- 6 2024 to (i) any Tier I retiree or (ii) any person receiving a
- 7 survivor's annuity based on the death of a current or former
- 8 Tier I participant or Tier I retiree. Annual increases granted
- 9 before that effective date shall continue in force.
- 10 For purposes of Section 1-103.1, this Section applies
- 11 without regard to whether the Tier I participant or Tier I
- 12 retiree was in service on or after the effective date of this
- 13 Section.
- 14 (40 ILCS 5/14-103.40 new)
- Sec. 14-103.40. Tier I member. "Tier I member": A member of
- this System who first became a member or participant before
- January 1, 2011 under any reciprocal retirement system or
- 18 pension fund established under this Code other than a
- 19 retirement system or pension fund established under Article 2,
- 20 3, 4, 5, 6, or 18 of this Code.
- 21 (40 ILCS 5/14-103.41 new)
- Sec. 14-103.41. Tier I retiree. "Tier I retiree": A former
- 23 Tier I member who is receiving a retirement annuity.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

2.0

21

22

23

24

25

1 (40 ILCS 5/14-114.1 new)

Sec. 14-114.1. Suspension of Tier I annual increases. Notwithstanding any other provision of this Article, no automatic annual increase in annuity shall be granted on or after the effective date of this Section and before January 1, 2024 to (i) any Tier I retiree, (ii) any current or former Tier I member receiving a disability benefit, or (iii) any person receiving a reversionary annuity or a widow's or survivor's annuity based on the death of a current or former Tier I member or Tier I retiree. Annual increases granted before that effective date shall continue in force.

This Section does not apply to any annuity payable to a person subject to Section 1-160 with respect to service under this Article, nor to any annuity payable under this Article to the eligible survivor of such a person. For purposes of Section 1-103.1, this Section applies without regard to whether the Tier I member or Tier I retiree was in service on or after the effective date of this Section.

19 (40 ILCS 5/15-107.1 new)

> Sec. 15-107.1. Tier I participant. "Tier I participant": A participant under this Article, other than a participant in the self-managed plan under Section 15-158.2, who first became a member or participant before January 1, 2011 under any reciprocal retirement system or pension fund established under this Code other than a retirement system or pension fund

established under Article 2, 3, 4, 5, 6, or 18 of this Code. 1

- 2 (40 ILCS 5/15-107.2 new)
- 3 Sec. 15-107.2. Tier I retiree. "Tier I retiree": A former
- 4 Tier I participant who is receiving a retirement annuity.
- 5 A person does not become a Tier I retiree by virtue of
- receiving a reversionary, survivors, beneficiary, or 6
- 7 disability annuity.
- 8 (40 ILCS 5/15-135.5 new)
- 9 Sec. 15-135.5. Suspension of Tier I annual increases.
- Notwithstanding any other provision of this Article, no 10
- automatic annual increase in annuity shall be granted on or 11
- 12 after the effective date of this Section and before January 1,
- 13 2024 to (i) any Tier I retiree, (ii) any current or former Tier
- I participant receiving a disability benefit, or (iii) any 14
- person receiving a survivors insurance benefit, reversionary 15
- annuity, or other type of annuity based on the death of a 16
- 17 current or former Tier I participant or Tier I retiree. Annual
- 18 increases granted before that effective date shall continue in
- 19 force.
- 20 This Section does not apply to any annuity payable to a
- 21 person subject to Section 1-160 with respect to service under
- 22 this Article, nor to any annuity payable under this Article to
- the eligible survivor of such a person. This Section does not 23
- 24 apply to benefits, including disability benefits, payable

- 1 under the self-managed plan. For purposes of Section 1-103.1,
- this Section applies without regard to whether the Tier I 2
- 3 participant or Tier I retiree was in service on or after the
- 4 effective date of this Section.
- 5 (40 ILCS 5/16-106.4 new)
- Sec. 16-106.4. Tier I member. "Tier I member": A member 6
- 7 under this Article who first became a member or participant
- 8 before January 1, 2011 under any reciprocal retirement system
- 9 or pension fund established under this Code other than a
- 10 retirement system or pension fund established under Article 2,
- 3, 4, 5, 6, or 18 of this Code. 11
- (40 ILCS 5/16-106.5 new) 12
- 13 Sec. 16-106.5. Tier I retiree. "Tier I retiree": A former
- 14 Tier I member who is receiving a retirement annuity.
- 15 (40 ILCS 5/16-133.6 new)
- Sec. 16-133.6. Suspension of Tier I annual increases. 16
- 17 Notwithstanding any other provision of this Article, no
- 18 automatic annual increase in annuity shall be granted on or
- 19 after the effective date of this Section and before January 1,
- 2024 to (i) any Tier I retiree, (ii) any current or former Tier 20
- 21 I member receiving a disability benefit, or (iii) any person
- 22 receiving a reversionary annuity or survivor's benefit based on
- 23 the death of a current or former Tier I member or Tier I

3

4

5

6

7

8

9

1	retiree.	Annual	increases	granted	before	that	effective	date
2	shall cor	ntinue i	n force.					

This Section does not apply to any annuity payable to a person subject to Section 1-160 with respect to service under this Article, nor to any annuity payable under this Article to the eligible survivor of such a person. For purposes of Section 1-103.1, this Section applies without regard to whether the Tier I member or Tier I retiree was in service on or after the effective date of this Section.".